

MONTHLY STATE REVENUE SNAPSHOT 10 | 2020

based on the Utah State Tax Commission Monthly Revenue Summary (Report TC-23)

General Fund	Projected Growth Rate - October		Projected Range in Collections Through 3 Months	Actual Collections	Condition	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Oct-20
	Estimates (Annual) (see Note 1)	Actual Growth Rate										
Sales & Use Tax	1.3%	8.3%	\$606,000,000 - \$624,000,000	\$635,632,059	Above target range	7.0%	7.0%	7.0%	6.6%	6.1%	7.2%	8.3%
All Other Sources	-4.1%	-26.1%	\$100,000,000 - \$163,000,000	\$122,745,885	On target	5.9%	7.3%	6.5%	6.9%	-1.9%	0.4%	-26.1%
Subtotal General Fund	0.3%	1.9%		\$758,377,944		6.8%	7.0%	6.9%	6.7%	4.5%	5.9%	1.9%
Sales & Use Tax Set-Asides	1.8%	6.6%	\$218,000,000 - \$222,000,000	\$199,608,150	See Note 2	24.8%	25.4%	25.9%	23.4%	19.1%	17.3%	6.6%
Education Fund/USF												
Individual Income Tax	29.7%	83.5%	\$1,592,000,000 - \$1,881,000,000	\$1,769,869,263	On target	10.5%	8.9%	7.3%	-12.9%	-10.9%	-7.6%	83.5%
Corporate Tax	8.9%	55.1%	\$110,000,000 - \$160,000,000	\$150,181,274	On target	-12.6%	-14.1%	-10.2%	-27.2%	-28.0%	-31.1%	55.1%
All Other Sources	-7.3%	-22.3%	\$5,000,000 - \$8,000,000	\$5,230,142	On target	-7.9%	-12.2%	-16.8%	-10.1%	-3.0%	-9.9%	-22.3%
Subtotal Education Fund	27.4%	80.2%		\$1,925,280,679		8.1%	6.5%	5.4%	-14.4%	-12.6%	-10.1%	80.2%
Subtotal GF/EF	16.8%	48.7%		\$2,683,658,623		7.6%	6.7%	6.0%	-7.1%	-6.5%	-4.5%	48.7%
Transportation Fund												
Motor Fuel Tax	3.5%	7.1%	\$91,000,000 - \$98,000,000	\$97,819,868	On target	1.7%	1.8%	1.5%	1.1%	-2.9%	-3.3%	7.1%
Special Fuel Tax	0.7%	3.3%	\$37,000,000 - \$43,000,000	\$42,114,227	On target	7.2%	6.3%	7.6%	9.0%	6.1%	5.9%	3.3%
Other	3.0%	-1.1%	\$25,000,000 - \$28,000,000	\$25,808,000	On target	1.7%	7.8%	2.7%	2.3%	2.3%	4.5%	-1.1%
Subtotal Transportation Fund	2.7%	4.7%		\$165,742,095		3.1%	3.8%	3.2%	3.2%	0.1%	0.1%	4.7%
Total, GF/EF/USF/TF	15.7%	45.1%		\$2,849,400,718		7.2%	6.5%	5.8%	-6.3%	-6.0%	-4.2%	45.1%

Note 1: This column is the June 2020 consensus, which assumes a \$770 million shift in income tax payments from FY 2020 to FY 2021.

Note 2: The sales tax set-aside figure includes revenue from the recently enacted Medicaid sales tax increase of 0.15%.

SUMMARY

FY 2021 revenue to the General (GF) and Education Funds (EF) totaled \$2.7 billion through the first three months, a year-over-year (YoY) increase of 48.7%. The consensus target for the whole fiscal year is 16.8%. Part of the growth rate differential between the consensus target and actual collections is an apples to oranges comparison. The target represents an estimate of full-year collections. Actual collections represent a point-in-time snapshot that is subject to timing differences, such as the shift in income tax payments from April 2020 to July 2020. We expect the actual growth rates to move towards target in the coming months as timing effects subside.

GENERAL FUND

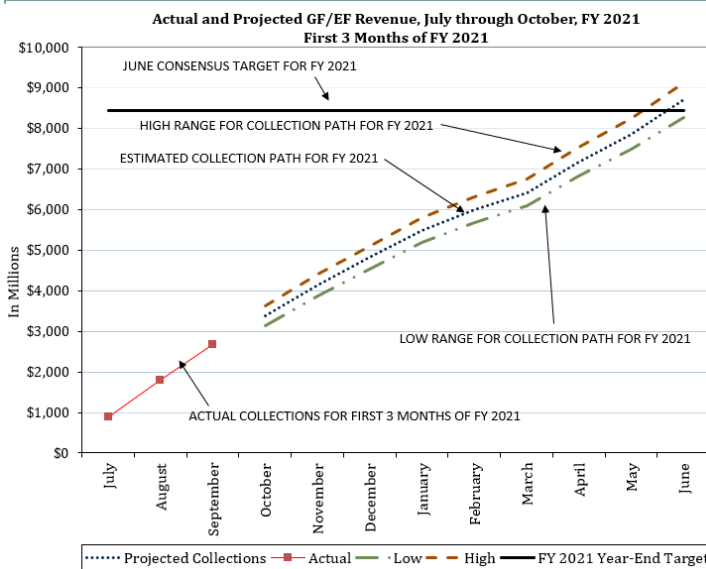
General Fund collections totaled \$758 million through the first three months of FY 2021, representing a YoY growth rate of 1.9%. The current consensus growth rate is 0.3%. The sales tax is largely behind the General Fund performance, up 8.3%. Utah's economy has performed relatively well during the pandemic, and as such, consumer spending has, so far, held up well. Considerable uncertainty exists about how sales tax will perform should federal stimulus dry-up.

EDUCATION FUND

Education Fund collections reached \$1.9 billion through the first three months of FY 2021, representing a YoY increase of 80.2%. The 80.2% increase is largely the result of income tax payments occurring in July 2020 instead of April 2020. Overall, as with the sales tax, there is considerable uncertainty about how income taxes will perform in the coming months.

TRANSPORTATION FUND

Transportation Fund collections reached \$166 million through the first three months of FY 2021, a rate of 4.7% over the prior year. This is above the consensus target of 2.7%. Overall, although there is a heightened degree of uncertainty for the performance of the economy over the coming months, the Transportation Fund is holding up relatively well given the state of the economy.



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